FAR EAST

2. AUSTRALIA: Anti-Communist action --US Ambassador Jarman in Canberra reports that the newly-elected Liberal-Country Government has invoked strong emergency powers for use against the current series of Communist-led strikes. In Jarman's opinion, this "bold and vigorous" action indicates the new government's determination to force a show-down with Communist union leaders. The Ambassador points out that the action appears to have strong popular support and predicts that the government "stands a good chance of victory."

(b)(3) (C)

this anti-Communist action is an attempt at testing public reaction in preparation for early action by the government to fulfill its campaign pledge to outlaw the Australian Communist Party.)

APPROVED FOR RELEASE DATE: SEP 2001

